



Division of Medicaid & Children's Health, Region VI

June 13, 2011

Our Reference: SPA-NM-11-01

Ms. Julie Weinberg, Director
New Mexico Human Services Department
Medical Assistance Division
Post Office Box 2348
Santa Fe, New Mexico 87504-2348

Dear Ms. Weinberg:

We have reviewed the proposed amendment to your Medicaid State Plan submitted under Transmittal Number 11-01. This state plan amendment reduces the reimbursement for durable medical equipment items not included in the established fee schedule. The State currently reimburses these items at the invoice cost plus a percentage. This SPA reduces the percentage allowed above the invoice price by 5 percent. This SPA also addresses issues identified in the companion letter for New Mexico SPA TN 10-08.

A companion letter will be issued with the approval of this SPA requesting the State to address coverage and reimbursement issues related to EPSDT and home health, which were reviewed on a corresponding page.

Transmittal Number 11-01 is approved with an effective date of March 1, 2011 as requested. A copy of the HCFA-179, Transmittal No. 11-01 dated March 15, 2011 is enclosed along with the approved plan pages.

If you have any questions, please contact Suzette Seng at (214) 767-6478.

Sincerely,

/s/

Bill Brooks
Associate Regional Administrator
Division of Medicaid and Children's Health

Enclosure